

109TH CONGRESS
1ST SESSION

H. R. 1150

To amend the Internal Revenue Code of 1986 to provide a credit to individuals for certain long-term care expenses.

IN THE HOUSE OF REPRESENTATIVES

MARCH 8, 2005

Ms. GINNY BROWN-WAITE of Florida introduced the following bill; which was referred to the Committee on Ways and Means

A BILL

To amend the Internal Revenue Code of 1986 to provide a credit to individuals for certain long-term care expenses.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. CREDIT FOR CERTAIN LONG-TERM CARE EX-**
4 **PENSES.**

5 (a) IN GENERAL.—Subpart A of part IV of sub-
6 chapter A of chapter 1 of the Internal Revenue Code of
7 1986 (relating to nonrefundable personal credits) is
8 amended by inserting after section 25B the following new
9 section:

1 **“SEC. 25C. LONG-TERM CARE EXPENSES.**

2 “(a) IN GENERAL.—In the case of an individual,
3 there shall be allowed as a credit against the tax imposed
4 by this chapter the amount of the specified long-term care
5 expenses paid or incurred by the taxpayer during the tax-
6 able year.

7 “(b) LIMITATION.—The amount of specified long-
8 term care expenses taken into account under subsection
9 (a) with respect to any taxpayer for any taxable year shall
10 not exceed \$1,000 (\$2,000 in the case of joint return).

11 “(c) SPECIFIED LONG-TERM CARE EXPENSES.—For
12 purposes of this section, the term ‘specified long-term care
13 expenses’ means—

14 “(1) premiums for coverage of the taxpayer or
15 the taxpayer’s spouse or dependents under any
16 qualified long-term care insurance contract (as de-
17 fined in section 7702B(b)), and

18 “(2) amounts paid or incurred, not com-
19 pensated for by insurance or otherwise, for qualified
20 long-term care services (as defined in section
21 7702B(c)) for the taxpayer or the taxpayer’s spouse
22 or dependents.

23 “(d) SPECIAL RULES.—

24 “(1) DENIAL OF DOUBLE BENEFIT.—No deduc-
25 tion shall be allowed under this chapter for any

1 amount taken into account in determining the credit
2 under this section.

3 “(2) INSURANCE WHICH COVERS OTHER INDIVIDUALS.—For purposes of this section, rules similar to the rules of paragraphs (3) and (4) of section
4 21(e) shall apply with respect to any qualified long-term care insurance contract under which amounts
5 are payable for coverage of an individual other than
6 the taxpayer or the taxpayer’s spouse or dependents.
7

8 “(3) CERTAIN PAYMENTS TO RELATIVES NOT
9 TAKEN INTO ACCOUNT.—For purposes of this section, rules similar to the rules of section 213(d)(11)
10 shall apply.”.
11

12 (b) CLERICAL AMENDMENT.—The table of sections
13 of such subpart is amended by inserting after the item
14 relating to section 25B the following new item:
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16 “Sec. 25C. Long-term care expenses.”.

17 (c) EFFECTIVE DATE.—The amendments made by
18 this section shall apply to amounts paid or incurred in taxable years beginning after the date of the enactment of
19 this Act.
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